Case 2:21-cv-01737-TLN-JDP Document 27 Filed 11/22/22 Page 1 of 6 1 ROB BONTA Attorney General of California 2 SARAH E. MORRISON, SBN 143459 Supervising Deputy Attorney General 3 DONALD ROBINSON, SBN 72402 Deputy Attorney General 4 KATE M. HAMMOND, SBN 293433 Deputy Attorney General 5 300 South Spring Street, 11th Floor Los Angeles, CA 90013 6 Telephone: (310) 634-2313 Fax: (213) 897-2802 7 Attorneys for Plaintiffs 8 California Department of Toxic Substances Control and the Toxic Substances Control Account 9 10 IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN DISTRICT OF CALIFORNIA 11 12 13 CALIFORNIA DEPARTMENT OF TOXIC Case No. 2:21-cv-1737-TLN-JDP 14 **SUBSTANCES CONTROL and the TOXIC** JOINT STATUS REPORT AND JOINT SUBSTANCES CONTROL ACCOUNT, 15 REQUEST TO EXTEND STAY OF Plaintiffs. LITIGATION BY 180 DAYS 16 v. 17 Courtroom: 2 – 15th Floor **CHEVRON ORONITE COMPANY LLC:** 18 Judge: Hon. Troy L. Nunley et al. Trial Date: None Set 19 Action Filed: September 24, 2021 Defendants. 20 21 22 23 24 25 26 27 28 1

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Pursuant to paragraph 5 of the Court's June 9, 2022, Order Staying Litigation for Settlement Negotiations (ECF #20) and the Court's November 11, 2022 Minute Order (ECF #44), the undersigned Parties hereby submit this Joint Status Report and Joint Request to Extend Stay of Litigation.

On June 9, 2022, the Court stayed this litigation until November 26, 2022, to enable the Parties to engage in settlement negotiations. (ECF #20.) Since that time, Plaintiffs the Department of Toxic Substances Control ("DTSC") and the Toxic Substances Control Account (collectively, "Plaintiffs") and Defendants have continued their settlement discussions and have made significant progress toward presenting the Court with a proposed Consent Decree. The Parties have exchanged multiple drafts of settlement terms to globally resolve this litigation and the other pending cases between the Parties. To that end, the Parties have had multiple video meetings and conference calls and many email communications regarding the settlement terms. At present, the Parties are negotiating a very few remaining issues and are close to reaching an agreement-in-principle.

The result of the Parties' most recent conference call was a consensus that the latest draft summary of settlement terms represented significant and substantial progress since the last Joint Status Report filed with the Court on August 24, 2022 (ECF #23). As such, the Parties agreed that a joint request to the Court to extend the current stay, scheduled to expire on November 26, 2022, is necessary and appropriate. The Parties believe that a stay of the litigation for an additional 180 days will enable the Parties to reach a resolution and lodge a proposed Consent Decree with the Court. Moreover, absent an extension, unnecessary litigation and a waste of the Court's and the Parties' resources will result, which may also divert from settlement efforts.

This additional time is necessary for the Parties to resolve the few remaining issues and to prepare the proposed Consent Decree. In addition, there are multiple parties involved in these negotiations. Approval of the proposed Consent Decree is required from several layers of upper management at DTSC and the decisionmakers in the management structure of the individual Defendants, all of whom are major corporate entities. A shorter stay of the litigation would risk

¹ Chevron Oronite Company LLC; Shell Oil Company; and Atlantic Richfield Company.

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the Parties not being able to complete and lodge with the Court a proposed Consent Decree, approved by all Parties, before the litigation resumes.

As part of their commitment to continue to make progress towards a potential settlement, the Parties agree to meet the following settlement negotiation deadlines, as may be necessary:

- December 23, 2022: Defendants to present Plaintiff with a draft Consent Decree²;
- January 27, 2023: Plaintiffs to respond to Defendants' draft Consent Decree;
- February 24, 2023, or another date mutually agreeable to the Parties: The Parties (through group representatives) to meet in-person or via video conference to attempt to resolve any remaining open issues regarding the draft Consent Decree; and
- March 17, 2023, or another date mutually agreeable to the Parties: The Parties to meet and confer on selecting a mediator and mediation date for any remaining open settlement terms or issues.

The Parties are also submitting status reports and requesting 180-day extensions of the stays of the litigation pending in the other federal courts hearing the matters involving the other three IT Landfills – Benson Ridge, Panoche, and Vine Hill. *California Dep't. of Toxic Substances Control, et al. v. Pacific Gas & Electric, et al.*, pending in the Northern District, Case No. 4:21-cv-07450-HSG (for the Benson Ridge IT Landfill); *California Dep't. of Toxic Substances Control, et al. v. Exxon Mobil Corporation, et al.*, pending in the Eastern District, Case No. 2-21-cv-01739 WBS-JDP (for the Panoche IT Landfill); and *California Dep't. of Toxic Substances Control, et al. v. Chevron U.S.A., Inc., et al.*, pending in the Northern District, Case No. 3-21-cv-07453-WHA. (for the Vine Hill IT Landfill).

There is also a related state court writ petition with upcoming deadlines regarding motion practice. *IT Sites Cooperating Joint Defense Group v. California Environmental Protection Agency, et al.*, Solano County Superior Court, No. FCS 056611. The parties to that state court action will also be seeking an extension of these deadlines on the same grounds as this stay extension request – *i.e.*, that substantial progress has been made on a comprehensive settlement,

² The Parties will also continue to work diligently in good faith to resolve the remaining open issues to reach an agreement-in-principle.

Case 2:21-cv-01737-TLN-JDP Document 27 Filed 11/22/22 Page 4 of 6 which would include resolution of that writ petition. For that reason, the Parties respectfully request that the current stay be extended by 180 days to May 25, 2023. [signatures on following page]

Case 2:21-cv-01737-TLN-JDP Document 27 Filed 11/22/22 Page 5 of 6 1 Dated: November 21, 2022 Respectfully submitted, 2 ROB BONTA 3 Attorney General of California /s/ Kate M. Hammond 4 5 KATE M. HAMMOND Deputy Attorney General SARAH E. MORRISON 6 Supervising Deputy Attorney General 7 DONALD ROBINSON Deputy Attorney General Attorneys for Plaintiffs Department of Toxic 8 Substances Control and the Toxic Substances 9 Control Account 10 ROGERS JOSEPH O'DONNELL Dated: November 18, 2022 11 /s/ Robert C. Goodman 12 (as authorized on November 18, 2022) 13 Robert C. Goodman Attorneys for Defendant Chevron Oronite 14 Company LLC 15 Dated: November 18, 2022 MILLER NASH LLP 16 /s/ Trajan Perez 17 (as authorized on November 18, 2022) 18 Traian Perez Attorneys for Defendant Atlantic Richfield 19 Company 20 WILSON TURNER KOSMO LLP Dated: November 18, 2022 21 /s/ Jonna D. Lothyan 22 (as authorized on November 18, 2022) 23 Robin A. Wofford Jonna D. Lothvan 24 Attorneys for Defendant Shell Oil Company n/k/a Shell U.S.A., Inc. 25 26 27 28

CERTIFICATE OF SERVICE

Case Name: CDTSC and the TOXIC Case	e No. 2:21-c	v-1737-7	LN-J	DF
Case Name: CD15C and the TOAIC Case	e No. 2:21-c	-V-1/3/-J	. LIN-J.	υi

SUBSTANCES CONTROL
ACCOUNT v. CHEVRON

ORONITE COMPANY LLC; et al.

I hereby certify that on November 22, 2022, I electronically filed the following documents with the Clerk of the Court by using the CM/ECF system:

JOINT STATUS REPORT AND JOINT REQUEST TO EXTEND STAY OF LITIGATION BY 180 DAYS

I certify that **all** participants in the case are registered CM/ECF users and that service will be accomplished by the CM/ECF system.

I declare under penalty of perjury under the laws of the State of California and the United States of America the foregoing is true and correct and that this declaration was executed on November 22, 2022, at Los Angeles, California.

Alixe C. Branch	/s/ Alixe C. Branch
Declarant	Signature

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